



# INVESTMENT REPORT

Preliminary Report (gross of fees & certain income accruals)

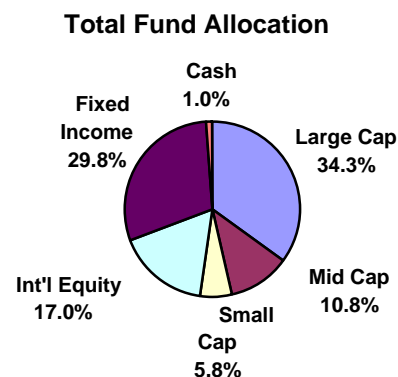
May 31, 2008

Current Value of the Fund	\$	1,177,973,659
Investment Change in Market Value FYTD	\$	31,785,168
Net Contributions FYTD	\$	12,643,142
Fiscal Year-to-Date Returns		2.8%
Month-to-Date Returns		1.6%

<u>May-08</u>		<u>Fiscal Year to Date</u>		<u>Last Three Years</u>	
<b>Total Fund</b>	<b>1.6%</b>	<b>Total Fund</b>	<b>2.8%</b>	<b>Total Fund</b>	<b>10.3%</b>
Benchmark	1.1%	Benchmark	-0.8%	Benchmark	8.2%
<b>U.S Equity</b>	<b>2.5%</b>	<b>U.S Equity</b>	<b>-2.1%</b>	<b>U.S Equity</b>	<b>10.0%</b>
Benchmark	2.0%	Benchmark	-4.8%	Benchmark	8.0%
<b>Int'l Equity</b>	<b>3.3%</b>	<b>Int'l Equity</b>	<b>9.4%</b>	<b>Int'l Equity</b>	<b>21.6%</b>
Benchmark	1.0%	Benchmark	-2.7%	Benchmark	16.6%
<b>Fixed Income</b>	<b>-0.7%</b>	<b>Fixed Income</b>	<b>7.8%</b>	<b>Fixed Income</b>	<b>4.4%</b>
Benchmark	-0.7%	Benchmark	7.2%	Benchmark	4.3%

## Asset Allocation

	<u>Mkt Value</u>	<u>% Alloc</u>
<b>Domestic Equity</b>	<b>\$ 614.7</b>	<b>52.2%</b>
Large Cap	\$ 411.7	34.9%
Mid Cap	\$ 134.1	11.4%
Small Cap	\$ 68.9	5.8%
<b>Int'l Equity</b>	<b>\$ 199.8</b>	<b>17.0%</b>
<b>Fixed Income</b>	<b>\$ 351.1</b>	<b>29.8%</b>
Cash	\$ 12.4	1.0%
<b>Total Fund</b>	<b>\$ 1,178.0</b>	<b>100.0%</b>

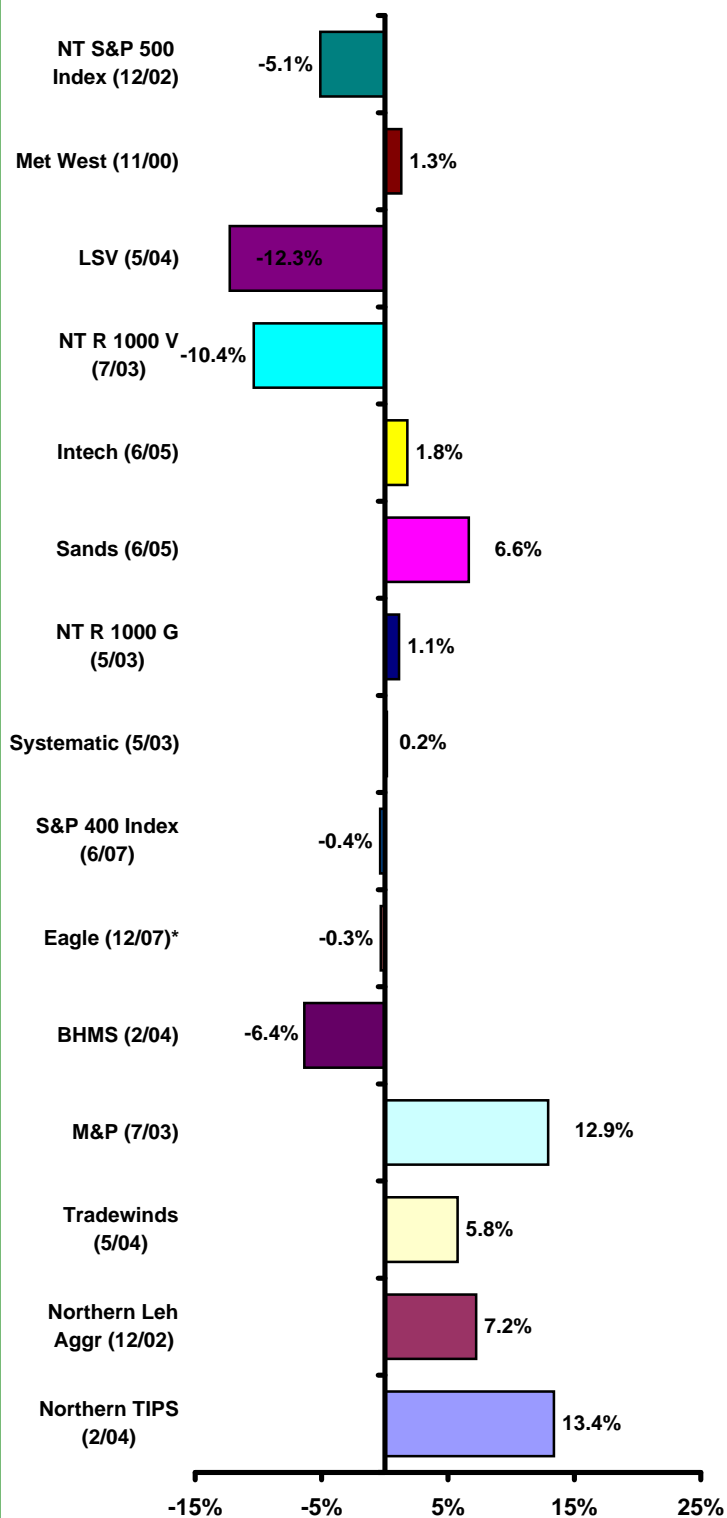


### Endowment Fund Staff Comment:

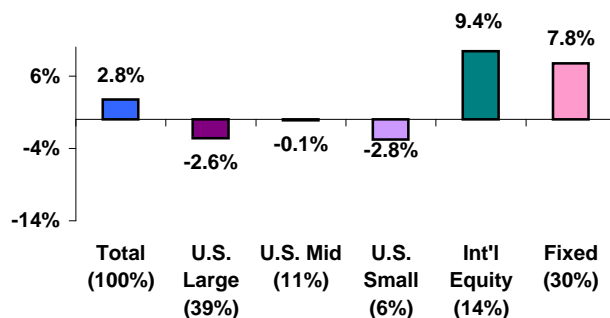
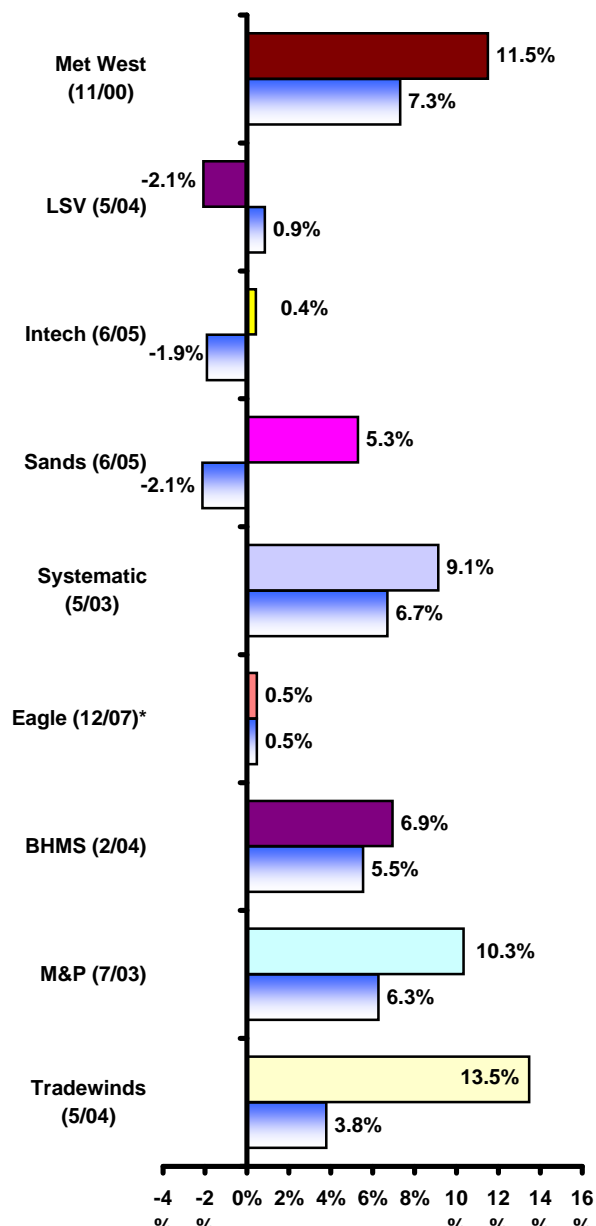
May was another good month in general, but not as strong as April. Domestic equities outperformed international equities by 1%. Small and mid cap were up over 4% outperforming large cap which was up 2%. Bonds, as measured by the Lehman Aggregate index, were off 0.7%. For the month of May the fund was 0.5% ahead of its benchmark with a return of 1.6%. Four of nine active managers beat their benchmark.

On a fiscal year to date basis, the total fund is up 2.8%, 3.6% over benchmark. Eight out of nine active managers are ahead of their benchmark.

## FYTD Manager Returns



## Fiscal YTD Total Returns

FYTD Active Manager Relative Returns  
3-Yr. Annualized Relative Returns\*

\* Inception to Date used when manager lacks a 3 yr. return